

**STATE FIRE AND TORNADO FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2002**

	September-02					August-02				July-02				Current	Prior Year	3 Years	5 Years
	Allocation			Quarter	Month	Allocation			Allocation			Fiscal YTD	FY02	3 Years	5 Years		
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	6/30/2002	6/30/2002
Net																Net	Net
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
AllianceBernstein	273,722	1.9%	2.3%	-13.54%	-9.16%	270,971	1.8%	2.3%	2.47%	264,606	1.7%	2.3%	-7.10%	-13.54%	-28.65%	-16.80%	N/A
Russell 1000 Growth				-15.05%	-10.37%				0.30%				-5.50%	-15.05%	-26.49%	-16.15%	N/A
Structured Value																	
LSV	296,626	2.1%	2.3%	-18.60%	-11.38%	301,016	2.0%	2.3%	0.35%	300,329	1.9%	2.3%	-8.45%	-18.60%	2.41%	5.40%	N/A
Russell 1000 Value				-18.77%	-11.12%				0.76%				-9.30%	-18.77%	-8.96%	-2.92%	N/A
S&P 500 Index																	
State Street	1,357,318	9.5%	10.5%	-17.26%	-10.87%	1,278,125	8.6%	10.5%	0.66%	1,269,728	8.2%	10.5%	-7.77%	-17.26%	-18.03%	-9.27%	3.58%
S&P 500				-17.28%	-10.87%				0.66%				-7.80%	-17.28%	-17.99%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	1,927,666	13.5%	15.0%	-16.96%	-10.71%	1,850,112	12.5%	15.0%	0.87%	1,834,662	11.9%	15.0%	-7.79%	-16.96%	-16.89%	-8.30%	3.74%
S&P 500				-17.28%	-10.87%				0.66%				-7.80%	-17.28%	-17.99%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	678,217	4.8%	5.0%	-19.31%	-7.23%	576,810	3.9%	5.0%	0.75%	572,885	3.7%	5.0%	-13.68%	-19.31%	-11.77%	N/A	N/A
Russell 2000 + 200bp				-20.97%	-7.02%				-0.08%				-14.93%	-20.97%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	678,217	4.8%	5.0%	-19.31%	-7.23%	576,810	3.9%	5.0%	0.75%	572,885	3.7%	5.0%	-13.68%	-19.31%	-11.69%	2.22%	4.32%
Russell 2000				-21.40%	-7.18%				-0.25%				-15.10%	-21.40%	-8.59%	1.67%	4.44%
CONVERTIBLES																	
TCW	1,413,223	9.9%	10.0%	-10.05%	-4.92%	1,485,738	10.0%	10.0%	2.18%	1,229,750	8.0%	10.0%	-7.43%	-10.05%	-20.37%	-2.22%	N/A
First Boston Convertible Index				-8.47%	-2.99%				0.64%				-6.25%	-8.47%	-12.44%	0.11%	N/A
INTERNATIONAL EQUITY																	
Large Cap - Active																	
Capital Guardian	1,292,928	9.1%	10.0%	-20.58%	-10.43%	1,442,734	9.7%	10.0%	-1.27%	1,188,999	7.7%	10.0%	-10.19%	-20.58%	-12.10%	-2.96%	2.87%
MSCI EAFE - 50% Hedged				-20.02%	-10.88%				-0.24%				-10.04%	-20.02%	-14.62%	-7.32%	-1.89%
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	3,856,184	27.0%	25.0%	3.51%	0.92%	3,852,668	26.0%	25.0%	2.55%	3,430,631	22.2%	25.0%	0.00%	3.51%	8.36%	8.53%	7.80%
Lehman Aggregate				4.58%	1.62%				1.69%				1.21%	4.58%	8.62%	8.10%	7.57%
Index																	
Bank of ND	2,160,079	15.1%	15.0%	5.96%	2.23%	2,066,531	14.0%	15.0%	2.27%	1,844,132	11.9%	15.0%	1.36%	5.96%	8.38%	7.79%	7.42%
Bank of ND CD'S	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	5.48%
Total Index	2,160,079	15.1%	15.0%	5.96%	2.23%	2,066,531	14.0%	15.0%	2.27%	1,844,132	11.9%	15.0%	1.36%	5.96%	8.14%	7.66%	7.30%
Lehman Gov/Corp				5.70%	2.15%				2.24%				1.20%	5.70%	8.24%	7.86%	7.47%
BBB Average Quality																	
Strong	1,528,897	10.7%	10.0%	3.08%	1.48%	1,519,736	10.3%	10.0%	3.46%	1,341,736	8.7%	10.0%	-1.82%	3.08%	N/A	N/A	N/A
Lehman US Credit BAA				2.70%	1.43%				3.56%				-2.23%	2.70%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	7,545,160	52.9%	50.0%	4.11%	1.40%	7,438,935	50.3%	50.0%	2.66%	6,616,498	42.8%	50.0%	0.01%	2.67%	7.55%	7.88%	7.42%
Lehman Gov/Corp				5.70%	2.15%				2.24%				1.20%	5.70%	8.24%	7.86%	7.47%
CASH EQUIVALENTS																	
Bank of ND	1,406,182	9.9%	10.0%	0.48%	0.16%	2,003,670	13.5%	10.0%	0.16%	4,024,118	26.0%	10.0%	0.17%	0.48%	2.41%	4.76%	4.99%
90 Day T-Bill				0.45%	0.16%				0.14%				0.15%	0.45%	2.63%	4.68%	4.84%
TOTAL FIRE & TORNADO FUND	14,263,375	100.00%	100.00%	-4.65%	-2.59%	14,797,998	100.00%	100.00%	1.38%	15,466,913	100.00%	100.00%	-3.44%	-4.65%	-2.37%	3.05%	6.30%
POLICY TARGET BENCHMARK				-3.96%	-2.28%				1.26%				-2.94%	-3.96%	-1.42%	2.75%	5.72%

NOTE: Monthly returns and market values are preliminary and subject to change.